

BALANCE SHEET

in accordance with IFRS as of March 31, 2014

in CZK Millions

	31. 3. 2014	31. 12. 2013
Assets		
Property, plant and equipment:		
Plant in service	319 256	319 081
Less accumulated provision for depreciation	(185 517)	(182 282)
Net plant in service	133 739	136 799
Nuclear fuel, at amortized cost	9 857	10 627
Construction work in progress	89 268	86 512
Total property, plant and equipment	232 864	233 938
Other non-current assets:		
Investments and other financial assets, net	193 343	192 512
Intangible assets, net	563	572
Total other non-current assets	193 906	193 084
Total non-current assets	426 770	427 022
Current assets:		
Cash and cash equivalents	22 089	14 166
Receivables, net	42 169	56 480
Income tax receivable	1 501	807
Materials and supplies, net	4 399	4 535
Fossil fuel stocks	439	593
Emission rights	7 398	7 300
Other financial assets, net	48 535	37 206
Other current assets	1 039	1 148
Total current assets	127 569	122 235
Total assets	554 339	549 257
Equity and liabilities		
Equity:		
Stated capital	53 799	53 799
Treasury shares	(4 382)	(4 382)
Retained earnings and other reserves	161 804	155 826
Total equity	211 221	205 243
Long-term liabilities:		
Long-term debt, net of current portion	162 710	162 746
Accumulated provision for nuclear decommissioning and fuel storage	43 692	43 641
Other long-term liabilities	9 771	10 321
Total long-term liabilities	216 173	216 708
Deferred tax liability	10 154	8 744
Current liabilities:		
Short-term loans	147	2 230
Current portion of long-term debt	18 124	24 713
Trade and other payables	86 014	78 844
Accrued liabilities	12 506	12 775
Total current liabilities	116 791	118 562
Total equity and liabilities	554 339	549 257

STATEMENT OF INCOME

in accordance with IFRS as of March 31, 2014

in CZK Millions

	<u>1-3/2014</u>	<u>1-3/2013</u>
Revenues:		
Sales of electricity	18 700	23 590
Gains and losses from electricity, coal and gas derivative trading, net	2 099	2 841
Sales of gas, heat and other revenues	<u>2 933</u>	<u>3 261</u>
Total revenues	23 732	29 692
Operating expenses:		
Fuel	(2 748)	(2 845)
Purchased power and related services	(7 855)	(10 737)
Repairs and maintenance	(479)	(567)
Depreciation and amortization	(3 301)	(3 287)
Salaries and wages	(1 444)	(1 389)
Materials and supplies	(324)	(306)
Emission rights, net	379	381
Other operating expenses	<u>(1 618)</u>	<u>(1 777)</u>
Total expenses	<u>(17 390)</u>	<u>(20 527)</u>
Income before other income (expenses) and income taxes	6 342	9 165
Other income (expenses):		
Interest on debt, net of capitalized interest	(1 085)	(1 209)
Interest on nuclear and other provisions	(394)	(381)
Interest income	401	540
Foreign exchange rate gains (losses), net	(65)	119
Other income (expenses), net	<u>(146)</u>	<u>96</u>
Total other income (expenses)	<u>(1 289)</u>	<u>(835)</u>
Income before income taxes	5 053	8 330
Income taxes	<u>(967)</u>	<u>(1 482)</u>
Net income	<u><u>4 086</u></u>	<u><u>6 848</u></u>

STATEMENT OF COMPREHENSIVE INCOME

in accordance with IFRS as of March 31, 2014

in CZK Millions

	<u>1-3/2014</u>	<u>1-3/2013</u>
Net income	4 086	6 848
Other comprehensive income - items that may be reclassified subsequently to income statement:		
Change in fair value of cash flow hedges recognized in equity	2 660	(880)
Cash flow hedges removed from equity	(405)	(1 992)
Change in fair value of available-for-sale financial assets recognized in equity	73	(96)
Deferred tax relating to other comprehensive income	<u>(442)</u>	<u>564</u>
Other comprehensive income, net of tax	<u>1 886</u>	<u>(2 404)</u>
Total comprehensive income	<u><u>5 972</u></u>	<u><u>4 444</u></u>

STATEMENT OF CHANGES IN EQUITY

in accordance with IFRS as of March 31, 2014

in CZK Millions

	Stated Capital	Treasury Shares	Cash flow hedge reserve	Available-for- sale and other reserves	Retained Earnings	Total Equity
December 31, 2012	53 799	(4 382)	1 467	1 168	158 859	210 911
Net income					6 848	6 848
Other comprehensive income			(2 326)	(78)		(2 404)
Total comprehensive income	-	-	(2 326)	(78)	6 848	4 444
Share options				10		10
Transfer of exercised and forfeited share options within equity				(33)	33	-
March 31, 2013	53 799	(4 382)	(859)	1 067	165 740	215 365
December 31, 2013	53 799	(4 382)	(8 692)	772	163 746	205 243
Net income					4 086	4 086
Other comprehensive income			1 827	59		1 886
Total comprehensive income	-	-	1 827	59	4 086	5 972
Share options				6		6
Transfer of exercised and forfeited share options within equity				(6)	6	-
March 31, 2014	53 799	(4 382)	(6 865)	831	167 838	211 221

STATEMENT OF CASH FLOWS

in accordance with IFRS as of March 31, 2014

in CZK Millions

	1-3/2014	1-3/2013
Operating activities:		
Income before income taxes	5 053	8 330
Adjustments to reconcile income before income taxes to net cash provided by operating activities:		
Depreciation, amortization and asset write-offs	3 301	3 287
Amortization of nuclear fuel	867	766
Loss (gain) on fixed assets retirements, net	(10)	(27)
Foreign exchange rate losses (gains), net	65	(119)
Interest expense, interest income and dividends income, net	685	669
Provision for nuclear decommissioning and fuel storage	(33)	(49)
Valuation allowances, other provisions and other adjustments	(384)	(1 503)
Changes in assets and liabilities:		
Receivables	5 198	3 763
Materials and supplies	135	469
Fossil fuel stocks	153	506
Other current assets	(11 840)	(14 378)
Trade and other payables	4 756	5 897
Accrued liabilities	(1 880)	(3 419)
Cash generated from operations	6 066	4 192
Income taxes paid	(694)	(1 595)
Interest paid, net of capitalized interest	(225)	(256)
Interest received	343	345
Net cash provided by operating activities	<u>5 490</u>	<u>2 686</u>
Investing activities:		
Acquisition of subsidiaries, associates and joint-ventures	(80)	
Additions to property, plant and equipment and other non-current assets, including capitalized interest	(4 795)	(6 440)
Proceeds from sales of fixed assets	275	257
Loans made	(52)	(936)
Repayments of loans	9 178	316
Change in restricted financial assets	(82)	(98)
Total cash used in investing activities	<u>4 444</u>	<u>(6 901)</u>
Financing activities:		
Proceeds from borrowings	385	15 282
Payments of borrowings	(9 336)	(15 228)
Proceeds from other long-term liabilities		1 300
Change in payables/receivables from group cashpooling	7 001	6 373
Dividends paid	(28)	(28)
Net cash provided by (used in) financing activities	<u>(1 978)</u>	<u>7 699</u>
Net effect of currency translation in cash	(33)	5
Net increase (decrease) in cash and cash equivalents	7 923	3 489
Cash and cash equivalents at beginning of period	14 166	8 815
Cash and cash equivalents at end of period	<u>22 089</u>	<u>12 304</u>
Supplementary cash flow information		
Total cash paid for interest	443	432